

## ***AFFILIATED INTEREST TRANSACTIONS***

WAC 480-146-360 Reporting of affiliated interest transactions.

(1) Every public service company, as defined in the application of rules WAC 480-146-240, must file with the commission by June 1 of every year an annual report of all affiliated interest transactions that occurred during the period January 1 through December 31 of the preceding year. "Affiliated interest transactions" mean contracts or arrangements between affiliated interests as defined in RCW 80.16.010 as follows;

Every corporation and person owning or holding directly or indirectly five percent or more of the voting securities of any public service company engaged in any intrastate business in this state;

Every corporation and person, other than those above specified, in any chain of successive ownership of five percent or more of voting securities, the chain beginning with the holder of the voting securities of such public service company;

Every corporation five percent or more of whose voting securities are owned by any person or corporation owning five percent or more of the voting securities of such public service company or by any person or corporation in any such chain of successive ownership of five percent or more of voting securities;

Every corporation or person with which the public service company has a management or service contract, and

Every person who is an officer or director of such public service company or of any corporation in any chain of successive ownership of five percent or more of voting securities.

Does the company have any affiliated interest transactions as defined above

\_\_\_\_\_ No, Please sign this page and no further action is required.

\_\_\_\_\_ Yes, Please sign this page and complete Page 05-9.

## ***CERTIFICATION***

\_\_\_\_\_ makes oath and says  
(Name of officer)

that he/she is \_\_\_\_\_

(Official title of officer)

of \_\_\_\_\_

(Exact legal title or name of company)

that he/she has examined the foregoing affiliated interest report; that to the best of his/her knowledge, information, and belief, all statements of fact contained in the report are true and the report is a correct statement during the period from and including January 1, 2005, to and including December 31, 2005.

\_\_\_\_\_  
(Signature of officer)

\_\_\_\_\_  
Date

## ***AFFILIATED INTEREST REPORT***

- (2) The annual report must include a corporate organization chart of the public service company and its affiliates. (Please Attach)
- (3) The annual report must contain the following information for each affiliate that had transactions with the public service company during the preceding year:
- (a) A description of the products or services flowing between the public service company and any affiliated interest;
  - (b) A description of the pricing basis or costing method and procedures for allocating costs for such products or services rendered, and the amount and accounts charged;
  - (c) A description of the terms of any loans between the public service company and its affiliate and a listing of the year-end loan amounts and maximum loan amounts outstanding during the year;
  - (d) A description of the terms and maximum amount of any debt guarantees by the public service company for any affiliate and a listing of the year end debt amounts and maximum debt amounts outstanding during the year;
  - (e) A detailed description of the activities of the affiliates with which the public service company has transactions; (Please Attach)
  - (f) A list of all common officers and directors of the affiliated interest company and the public service company along with their titles in each organization, and;
  - (g) Appropriate financial information for each affiliated interest company including, but not limited to, a balance sheet and income statement. (Please Attach)

The commission may request any additional information during its review of the public service company's annual report of affiliated interest transactions.

- (4) The annual report required by this section will supersede the reporting requirements contained in previous commission orders authorizing affiliated interest transactions pursuant to chapter 80.16 RCW.
- (5) The public service company is obligated to file verified copies of affiliated interest contracts and arrangements as stated in WAC 480-146-350.